NORTH DAKOTA PUBLIC SERVICE COMMISSION March 13, 2002

Montana-Dakota Utilities Co., A Division of MDU Resources Group, Inc.
March 2002
Purchased Gas Adjust. Propane

PU-399-02-84 Filed 02/28/2002

For gas bills issued during March 2002 MDU is decreasing its propane purchased gas adjustment by \$.55 per dekatherm for customers in Hettinger. This changes the current propane purchased gas adjustment from negative \$.944 per dk to negative \$1.494 per dk.

The propane price is a result of the lowest price MDU obtained from its regional bulk wholesale propane suppliers. The change in the price of propane is generally driven by a combination of crude oil and natural gas prices, weather, demand and inventory levels. There is no change in the over/under-recovery surcharge adjustment.

This PGA change will decrease the March bill for a typical residential customer with usage of 12.5 dk by \$6.87. There were 287 propane customers in Hettinger as of January 31, 2002.

The Department of Energy's (DOE) Energy Information Administration (EIA) provides various publications on energy issues. The information is available on their website: http://www.eia.doe.gov.

MOTION

March 13, 2002

Montana-Dakota Utilities Co., A Division of MDU Resources Group, Inc. March 2002 Purchased Gas Adjustment-Propane Case No. PU-399-02-84

I move the Commission approve Montana-Dakota Utilities Co.'s propane purchased gas adjustment for March 2002, Case No. PU-399-02-84. PJF/sdh